CNO T&E Cost Reduction Initiative

Resource Costs Working Group

ROADMAP BRIEF

Resource Costs Working Group

- **CHARTER:** Generate a Plan of Action & Milestones / "Roadmap" that will:
  - Identify 16 to 20 representative programs, across Navy product line (platforms, weapons, sensors, networks) and across ACAT level to "baseline" historic T&E costs
  - Identify cost saving opportunities in concert with other working groups (WG) and based on inputs from all WGs and Program Managers
  - Identify primary and cumulative acquisition and resource cost drivers in conjunction with other working groups and PMs, identify opportunities for cost reduction.

Group Team Members

- Mr. Steve Whitehead
  - *EXCOM Chair*
- Mr. Ken Miller
  - OPNAV (N7B) / *EXCOM Rep.*
- Ms. Ariane Whittemore
  - OPNAV (N4B) / Asst DCNO
- CAPT Stevens Shegrud
  - OPNAV (N433) / Wk Group Lead
- Ms. Ramona Franklin
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- Ms. Trevor Kelly-Bissonnette
  - NUWC Newport
- Ms. Christina Wire
  - SPAWAR
- Mr. Glen Myers
  - PEO (SUB)
- Mr. Dean Kimelheim
  - PEO (IWS)
- Mr. Rick Quade
  - NAVAIR 5.0C
- Ms. Maria Cuin
  - PEO (SHIPS)
- Mr. Tom Dobry
  - NAVAIR 5.0/Previous Studies
- CDR Fred Stein
  - OPNAV N801T

Resource Costs Working Group Review Focus

- **Initially looked at RDT&E Appropriation but quickly determined that T&E costs were comprised of various appropriations (SCN, APN, etc.)**
- **Identified 26 representative programs, across Navy product line (platforms, weapons, sensors, networks) and across ACAT level to "baseline" historic T&E costs**
- **Captured non-product line but related T&E Costs Drivers (i.e. Targets/Threats, # of Weapons/Expendables used, Range Infrastructure, Fleet/Commercial Services, Labor, Special Test Equipment)**

Baseline/Reference Acquisition Programs

Program	ACAT	Product Line
SEAWOLF	I	Platform
F/A-18E/F	I	Platform
SH-60R	I	Platform
TACTOM	I	Weapon
AIM-9X	I	Weapon
SPY-1D(V)	I	Sensor
CCS MK2 Blk 1C	IV-T	Network
DMS	I	Network
NMCI	I	Network
BFEMAIL	IV	Network
MK 48 Mod 6	III	Weapon
IUSS	III	Sensor
CEC*	I	Network

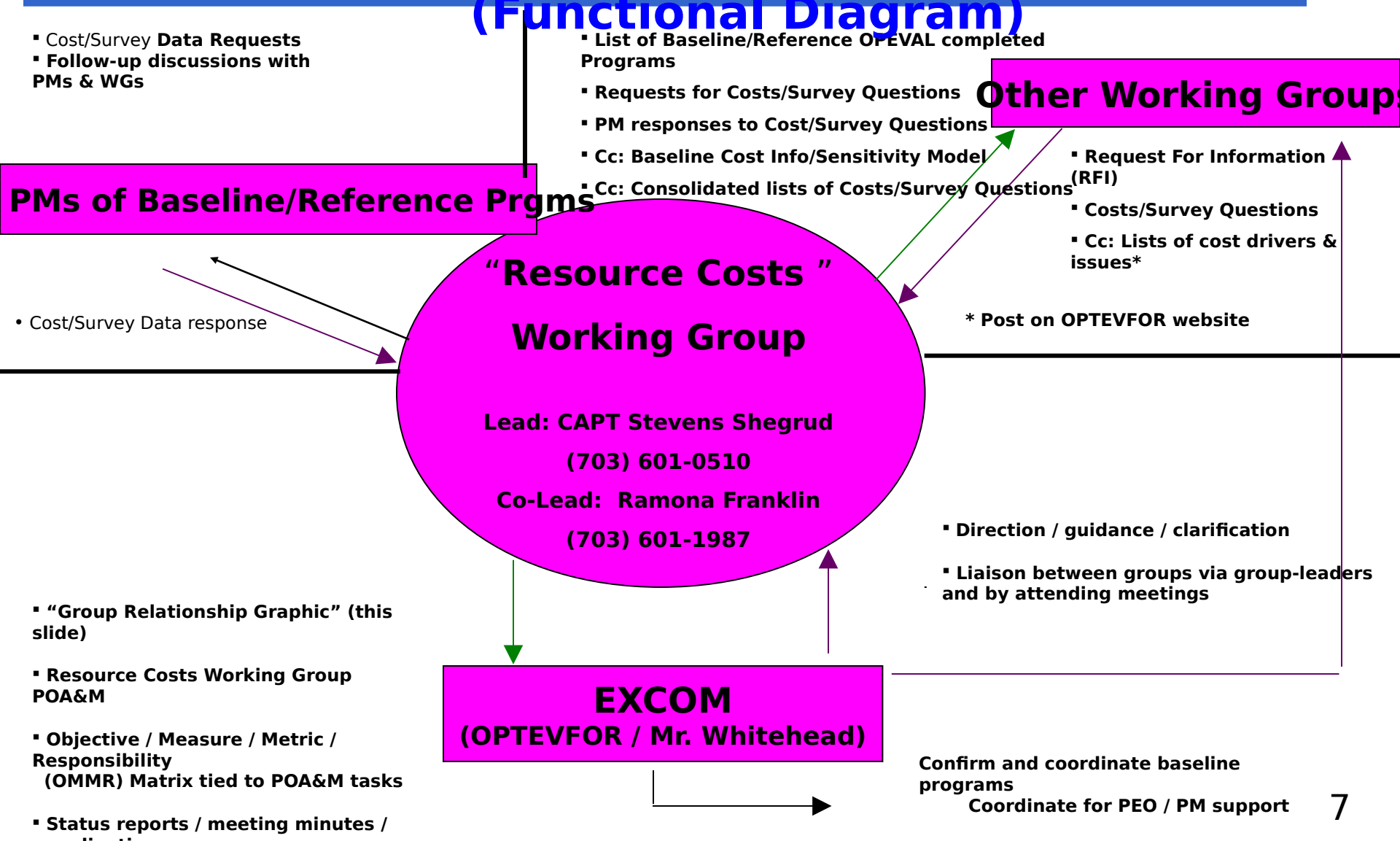
Program	ACAT	Product Line
ESSM	II	Weapon
ATFLIR	III	Sensor
MIDS	II	Network
ARCI	II	Sensor
ASDS	III	Platform
SSDS MK1*	I	Network
DDG51*	I	Platform
LPD 17*	I	Platform
NTCSS III	III	Network
TESS/NITES 2000	III	Network
TB-29 TLTA	III	Sensor
DMR	III	Network
SWEIP*	II	Sensor

* - Indicates program examined in WBB study

Baseline/Reference Resource Programs

Resource	Type	
SDTS	SIM? TGT?	
GQM – 163A (SSST)	TGT	
BQM- 74E/F	TGT	
WAF (Newport)	SIM	Facility
AUTEC		RANGE
ACTEF(PAX)	SIM	Facility

Resource Costs Working Group
(Functional Diagram)



Estimated completion dates in Red, completed in Green

RESOURCE COSTS WORKING GROUP "DRAFT ROADMAP"

ACTION ITEMS	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN
Resource Costs Working Group Meetings	23rd	13th	10th	8th	3rd	2nd		4th			3rd	3rd			
Identify Platforms that have completed OPEVAL to establish baseline set of resources		13th													
Provide Resource Cost WG timeline to study lead				15th											
Define T&E Cost Elements					5th										
Receive survey questions from all teams				26nd											
Send "Your Program Has been Selected" Letters to PMs.					4th										
Send notification to other stakeholders that data is required					4th										
Develop overall survey and send to stakeholders					25th										
Receive and collate overall survey responses						20th									
Provide overall survey results to other working groups							15th								
Determine guidelines for cost data to be provided by PMs					25th										
Develop cost survey and send to stakeholders (Program offices, commands, field activities, ranges, etc.)					25th										
Receive and collate cost survey responses						15th									
Review cost survey responses and perform follow-up discussions with PMs							15th								
Compile baseline resources and costs and provide to other WGs.								20th							
Provide the baseline cost information based on the 20+ programs reviewed									10th						
Identify metrics for evaluation of information from stakeholders						5th									
Identify cost saving opportunities in concert with other working groups based on input from all WGs and PMs.											15th				
Identify primary and cumulative acquisition cost drivers in conjunction with other working groups and PMs, identify opportunities for Cost reduction												15th			
Provide recommendations to EXCOM													15th		